أمانة كابيتال
amana capital

Dynamic Leverage

Forex Leverage

Amana Capital uses a dynamic Forex leverage model, which automatically reflects on clients' trading positions. As the volume for each trading instrument of a client increases, the maximum leverage offered decreases accordingly, as per the table below:

Open Lots	Maximum Leverage
0-100	Max 1:500
>100-150	Max 1:300
>150-200	Max 1:100
>200-250	Max 1:50
>250	Max 1:33

The above conditions exist for Forex trading instruments at Amana Capital. If a client opens positions across multiple instruments, the leverage will be calculated separately on each Forex symbol. For example, if a trader has a 300 lot Buy position on USDJPY, and then starts trading EURUSD, his/her margin requirement for EURUSD will not be affected by the already existing USDJPY positions.

Think of two traders who have 300 lots Buy (or Sell) each. The first trader has three (3) positions of 100 lots Buy (or Sell), and the second trader has six (6) positions of 50 lots Buy (or Sell). Both traders will need to meet the same margin requirements, provided their accounts have identical leverage settings.

Please note, that if the account leverage is less than the value provided in the above table, then the account leverage will be considered instead.

Example 1-a:

Client Account Leverage – 1:500

Client is holding 300 lots long (or short) on USDJPY

Lots	Maximum leverage	Applicable Leverage	Margin
0-100	1:500	1:500	100(*lots*) * 100,000 500(*leverage*) = 20,000 USD (*margin*)
100-150	1:300	1:300	50(*lots*) * 100,000 300(*leverage*) =16,666.66 USD (*margin*)
150-200	1:100	1:100	50(*lots*) * 100,000 100(*leverage*) = 50,000 USD (*margin*)
200-250	1:50	1:50	50(*lots*) * 100,000 50(*leverage*) = 100,000 USD (*margin*)
>250	1:33	1:33	50(*lots*) * 100,000 *33* (*leverage*) = 151,515.15 USD (*margin*)
			Total Required Margin:338,181.82 USD

Example 1-b:

Client Account Leverage – 1:100

Client is holding 300 lots long (or short) on USDJPY

Lots	Maximum leverage	Applicable Leverage	Margin
0-100	1:500	***1:100***	100(*lots*) * 100,000 100(*leverage*) = 100,000 USD (*margin*)
100-150	1:300	***1:100***	50(*lots*) * 100,000 100(*leverage*) = 50,000 USD (*margin*)
150-200	1:100	1:100	50(*lots*) * 100,000 100(*leverage*) = 50,000 USD (*margin*)
200-250	1:50	1:50	50(*lots*) * 100,000 50(*leverage*) = 100,000 USD (*margin*)
>250	1:33	1:33	50(*lots*) * 100,000 *33* (*leverage*) = 151,515.15 USD (*margin*)
			Total Required Margin:451,515.15 USD

Example 2:

Client Account Leverage – 1:500

Client is holding 300 lots long (or short) on EURUSD & 200 lots long (or short) on USDJPY

Lots	Maximum leverage	Applicable Leverage	Margin
For the 300 lots EURUSD position			
0-100	1:500	1:500	100 (lots) * 100,000 /100 (leverage) = 20,000 USD (margin)
100-150	1:300	1:300	50 (lots) * 100,000 /300 (leverage) = 16,666.66 USD (margin)
150-200	1:100	1:100	50 (lots) * 100,000 /100 (leverage) = 50,000 USD (margin)
200-250	1:50	1:50	50 (lots) * 100,000 /50 (leverage) = 100,000 USD (margin)
>250	1:33	1:33	50 (lots) * 100,000

			/33 (leverage) = 151,515.15 USD (margin)
			Total for EURUSD position: $338,181.82
For the 200 lots USDJPY position			
0-100	1:500	1:500	100 (lots) * 100,000 /100 (leverage) = 20,000 USD (margin)
100-150	1:300	1:300	50 (lots) * 100,000 /300 (leverage) = 16,666.66 USD (margin)
150-200	1:100	1:100	50 (lots) * 100,000 /100 (leverage) = 50,000 USD (margin)
			Total for USDJPY position: $86,666.66
The **Total Required Margin** for the client on **both** positions for 300 lots EURUSD and 200 lots USDJPY is: **424,848.48 USD**			

<u>Spot Metals</u>

Amana Capital uses dynamic leverage for spot metals. As the client`s trading volume per instrument increases, his leverage decreases according to the table below.

Open Lots	**Maximum Leverage**
0 - 100	Max 1:100 Or 1%
100 & Above	Max 1:50 Or 2%

As mentioned earlier, this condition exist per instrument, so if a client has opened positions on silver like the example below, he then decides to trade Gold, his Gold positions margin required would not be affected due to his already positions opened positions on Silver.

Example 3:

The account is trading on Spot Silver 110 lots Buy (or Sell).

Lots	**Maximum leverage**	**Applicable Leverage**	**Margin**
0-100	1:100 Or 1%	1:100 Or 1%	100(lots) * $1,000 = 100,000 USD
100-110	1:50 Or 2%	1:50 Or 2%	10(lots) * $1,000 * 2 = 20,000 USD
			Total Required Margin: 120,000 USD

Futures Margin Requirements

Amana Capital uses dynamic leverage for Future Contracts too. As the client`s trading volume per instrument increases, his leverage decreases according to the table below.

Open Lots	Maximum Leverage
0 - 100	Max 1:100 Or 1%
100 & Above	Max 1:50 Or 2%

Same as other products, this condition exists per instrument. If a client opens positions on Dow Jones Futures and then decides to trade Crude Oil Futures, his Crude Oil positions' margin required would not be affected due to his already positions opened positions on Dow Jones Futures.

Example 4:

The account is trading on Dow Jones Futures (DJ5).

Client is holding 150 lots long (or short) on DJ5.

Lots	Maximum leverage	Applicable Leverage	Margin
0-100	1:100 Or 1%	1:100 Or 1%	100(lots) * $1,000 = 100,000 USD
100-110	1:50 Or 2%	1:50 Or 2%	50(lots) * $1,000 * 2 = 100,000 USD
			Total Required Margin: 200,000 USD